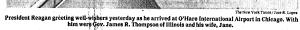
# President's News Conference on Foreign and Domestic Issues

Following is a transcript of President Reagan's news conference last night in Chicago, as recorded by The New York Times:

## OPENING STATEMENT

Think you. Please be seated as you know, you've been told, I do have a short statement here. Before we begin, I thought I'd mention that one reason for our visit to Illinois, especially this morning at the state fair of the state of the st



### OUESTIONS AND ANSWERS

## Talks in Moscow

Q. Sir, Soviet and American negotiators just completed two days of top-level talks in Moscow. Did they narrow any differences on arms continuous continuou

# **Summit Prospects**

Q. Are you more or less optimistic, sir, about the prospects for a summit in Noyember?

A. Yes I am optimistic. And I'm optimistic that we're going to make been made in a number of years because of some of the problems that are concerning the General Secretary at this time.

Norm.

# African Policy

African Polley

Q. Mr. President, your recent
speech on South Africa met with what
speech on South Africa met with what
chorus of boos on Capitol Hill. It neither silenced your critics nor satisfied
members of your own party who are
pressing for a more forceful U.S. approach to that problem. At this point
are you willing to ignore those calls
for firmer U.S. action and possibly
setting policy toward South Africa?

A. Well, I don't think that it's a case
of whether it's firm action or not. I
think the simple case is that punitive
sanctions that would affect the economy there would not only be disrupstrictually linked to south Africa?

Active the company of the company there would not you be disrupstrictually linked to south Africa?

And whether the members of the

economy, but would also be very punitive to the people that we want to help individually the people that we want to help and whether the members of the Congress were ready to accept what I said in that speech, I can tell you that I said in that speech, I can tell you that in communication with some of the most prominent of the black leaders, individuals who are leaders of groups religious group — and are all soldly opposed to the sanctions. And the one group that is in support of them in South Africa is a group that very definitely has been the most radical and south Africa is a group that very definitely has been the most radical and from massive unemployment and hunger and desperation of the people. Secause it is their belief that they could then rise out of all of that disprepared in the secaus of the secause it is their belief that they could then rise out of all of that disprepared in the secaus of the secau

them are deadly, deathly opposed to sanctions. Intin that up on the Hill So I piet I piet the the the the the may be, they're asking for some they may be, they're asking for some thing that would not be helpful. On the other hand, I think there are evidences that maybe ourselves and some of our allies could be invited to meet with allies could be invited to meet with and see if we couldn't bring about some coming together of these re-sponsible leaders of the black com-munity.

Sponsory

Q. 1d like to follow up, sir. If you're
unwilling at this point to define what a
reasonable timetable is for the aboli-tion of apartheid, does the situation in
effect reach a point at some stage
where the United States is pushed to
go beyond friendly persuasion to prod'
the like of the stage of the stage of the
A. Well, I think that's something

# Politics and Trip

Politics and Trip
Q. I'm Hugh Hill from WLS-TV in Chicago. You came here today on behalf of Republican candidates and the Chicago. You came here today on behalf of Republican candidates and the Chicago. You campaigned with, over and over, Senator Percy, lost. And I'd like to ask you this. What value do you place on a Presidential trip, particularly in on a Presidential trip, particularly in drawing crowds to these fundamental control of the Chicago of

Drug Testing

Q. Mr. President, you said you would support voluntary drug testing in the workplace and perhaps mandative Government july. I'd like to ask, sir, how any form of drug testing, voluntary or not, which is subject to per pressure can be truly voluntary, and also what that does to our constitutional guarantee and the presumption against self-incrimination and the constitutional guarantee and the presumption of innocence. The presumption of innocence. The presumption of the presumption of

that you face if and when that time comes. Yes, we're impatient and, yes, we feel as strongly about apart-heid as anyone does, and it should be done away with. On the other hand President Botha himself has said the same thing, and that his goal is to eliminate apartheid. Now we'll go over to that side.

are leading to the destruction of basis exercices in American cities?

A. No, as a matter of fact several hundred million dollars come here in grants and a good share of that, at least half, if not more, is for rapidates the seast half, if not more, is for rapidates of the seast half, if not more, is for rapidates of the seast half, if not more, is for rapidates of the seast half, if not more than the reduced Government's been giving to states and local communities.

Speaking from my experience as a contract of the seast half of the seast half and in many of these into the seast in many overhead of the so-called compassion at programs that were to help the more than the seast half with the seast half in t

io do what we felt was best for our people and our state, we could have managed the program at far less 50, since I've bêen in Washington we have tried to put things together in block grants, take of the restrictions and allow them to use it to the best of the program at a low them to use it to the best of the program and the progra

# Grain Sales

And what we did was say, for this one crop and for this one season, that we would offer this one season, that we would offer this one season, that we would offer this subsidy to the farmers. We didn't do it for the Soviet Union — we did it for our farmers who are as you know, and we hope temporally, in a real bind, a very sexification of the control of the control

The Berlin Wall

Q. Mr. President, Bruce Dumont from WTTW television in Chicago. Yesterday you offered stong words of the control of the cont

ment. But that is a't going to be taking the customer away from the drugs turning them away from the drugs the drugs

### South Africa Summit

928 T.A.G

Q. You also, if I might followup sir. You also, in Jour Irist answer, talked as a sir. You also, in Jour Irist answer, talked south African Government and to blacks. Could you tell us a little bit more about where that stands? And six of the passibility of a special envoy?

A. Well, we have made no decision yet on the ambassador, nor have we made no the six of the six of

# Views on LaRouche

Views on LaRouche

Q. Mr. President, two followers of
Lyndon LaRouche won upset victories on the Democractic ticket here
and sent Adal Stevenson of I too a
this group as freakish, Fascist, fanatic. Adial Stevenson calls them
neo-Fascists. And I was wondering
your C.LA. top 'officials have met
with Lyndon LaRouche and a spokesnogo. Do you think that Lyndon La.
Rouche is within the pale or do you
agree with the Democrats that he is
an extremist?

A. Well, let me say I'm here to do
battle with him, but I don't believe I
him on just about everything that he
stands for, and my suggestion to
those people since he chose the Democratic ticket to invade is play it safe
and vote Republican.

Addres.

Affician Nationalists

Affician Nationalists

# African Nationalists

African Nationalists

Q. Thank you, Mr. President, When you spoke earlier of that one group hat you said wants disorder and is radical, just to clear up the point, you seem to be referring to the African seem to be referring to the African should be negotiated with that the Commonwealth nations feel should be part of the solution. Now are you saying the properties of the part of the solution. Now are not part of the solution, to war though they should not be among that groups the solution. Now are though they seem to be very representative of a large number of people in South A. A. Andrea, the African National Congress started out some years ago and there was no question about its

being a solid organization. But in 1921 in South Africa the Communist Party to 1920 in South Africa the Communist Party Communist Party of South Africa Communist Party of South Africa Gonde with and just moved into, the African National Congress, And it is that element — I don't say the entire that element — I don't say the entire that element — I don't say the entire Shultz has talked with them, we know that there are still sound people. We've had enough experience in our own country with so-called Common of the C

## Sanctions Elsewhere

Q. Let me ask you to explair also the togic of what you said tonight the object of what you said tonight the property of the p

# Hostages in Lebanon

Hostages in Lebanon

Q. Mr. President, thank you Chusch
Gallagher from WLS in Cheighe.
After Rev. Lawrence Martin Jenko
assid he delivered a message from his
captors. What was in that message
said he delivered a message from his
captors. What was in that message
such greater thank you and
said he delivered a message from his
captors. What was in that message
such greater thank you and
A. Well, we have been trying, contrary to what the tone of some people
is, we've been trying rednelgesly to
get those hostages back from the day
first we had to try and find out, where
they were. We still don't know, really
know that. They're moved frequently,
And we're going to keep on trying.
We have had some brothen hearts
we were on the track and that we
were almost going to be able to set a
day when they would be free, and
den it would disappear into the sand
and we'd have to start on another
get them back.
But he did bring some oral messages, Well, is say messages, because
I didn't hear the one that was for the
Pope, but he did to us. And I feel that
It was to tid to me in confidence and
it was to to to me in confidence and
it was to to to me in confidence and
it was to to me in the way for the
lie with some of the things in that I
might do harm to our efforts to try
and get them back, so I'm not going to
comment.

Q. Sir, it may follow up though-

and we had to find another track and start over.

And we've known encouragement, and is just, I can't comment. I'm — we mist get them back, and we're going to keep on the start of the sta

## Comparison Issue

Q. Yes, Mr. President, the com-parison you discussed before between Nicaragua and South Africa seems to agitate many of your critics who note the eloquence with which you address

Continued on Following Page

# Reagan Offers His Pledge To Assist Farmers in Crisis

Continued From Page 1

surplus in the Middle West that has de-

Government must act compassionaies, and responsible, and responsible astic crowd of 10,000 people at the State Fair, the President moved to assist Fair, the President moved to assist alarmed over large grain surpluses.

He said the Administration would astempt to allay concern over the grain surpluses by easing regulations on loans.

### Report of an Increase

ior Reagan aide, both of whom sai they had seen Mr. Reagan's speech.

surplus in the Middle West that has depressed farm prices.

"It hink that George has mellowed considerably since he learned what we had done," Mr. Reagan all of his Septenty of State.

"Mr. Reagan all of his Septenty of State.

"Mr. Reagan all of his Septenty of State.

"Mr. Reagan septent of the state of the state of State o

"Farmers need these harvest loans, and we intend to see they get them, regardless of problems with storage that are beyond their control," Mr. Reagan said.
Today, on a stage with hay serving as a backdrop, Mr. Reagan sought to tathe particular difficulties found in Illinois.

Report of an Increase
The White House today denied that
Mr. Reagan had been planning to announce that he would increase Federal
Lees paid to farmers for storing surplus
Ure Department said food to the
Live Bernard of the Company of the Company
Live Bernard of the Company
Live Ber



and Gov. Martha Layne Collins of Kentucky yesterday at conference.

shaping up as the second-largest on staping up as the second-largest on record, after 1886, "lifer in the Midwest, there's and frought to our problems, all the same, storage is scarce," Mr. Reagan said. Reagan was appliaded when he said that his ultimate aim remained with the same, storage is scarce, "Mr. Reagan said. The said that his ultimate aim remained with the same, storage is scarce," Mr. Reagan said. The said that his ultimate aim remained with the said that his ultimate aim remained while Representative Noelher is attempted to the said that his ultimate aim remained while Representative Noelher is attempted to the said that his ultimate aim remained while Representative Noelher is attempted to the said that his ultimate aim remained while Representative Noelher is attempted to the first that his ultimate aim remained while Representative Noelher is attempted to the first that his ultimate aim remained while Representative Noelher is attempted to the first that his ultimate aim remained while Representative Noelher is attempted to the first that his ultimate aim remained while Representative Noelher is attempted to the first that his ultimate aim remained while Representative Noelher is attempting to unseat Senator Alan Dixon. Mr. Reagan said while Representative Noelher is attempting to unseat Senator Alan Dixon. Mr. Reagan said while Representative Noelher is attempting to unseat Senator Alan Dixon. Mr. Reagan said while Representative Noelher is attempting to unseat Senator Alan Dixon. Mr. Reagan said while Representative Noelher is attempting to unseat Senator Alan Dixon. Mr. Reagan said while Representative Noelher is attempting to unseat Senator Alan Dixon. Mr. Reagan said while Representative Noelher is attempting to unseat Senator Alan Dixon. Mr. Reagan said while Representative Noelher is attempting to unseat Senator Alan Dixon. Mr. Reagan said while Representative Noelher is attempting to unseat Senator Alan Dixon. Mr. Reagan said while Representative Dixon. Mr. Reagan said while Representativ

# DROUGHT EFFORTS DEFENDED BY AIDE

But Southern Governors Say Administration Isn't Doing **Enough to Help Farms** 

By WILLIAM E. SCHMIDT

By WILLIAM E. SCHMIDT
Speaked to the New Yest Track
CHARLOTTE, N.C. Aug. 12—A Federal agriculture official told Southern
governors today that the Reagan Administration was doing all it could to
add farmers in the Southeast suffering
But governors attending the annual
meeting here of the Southern Governors' Association said it was not
enough. In a resolution, they called on
Congress and the Administration to
take 'swift action' to make surplus
and pressed public and priva tenders
to help farmers threatened with foreto lesure to restructure their loans.

caused more than \$2 billion in crop and livestock losses across the region.

But Gov. Richard W. Riley of South Carolina, where 30 of 46 counted have been declared disaster areas, said the endedline of the counter of

# Reagan Backs Call for Pretoria Talks, but Opposes Sanctions

lican gubernatorial and Senate candidates.

Looking fit and relaxed, Mr. Reagan open and in sew conference with a plea for Senate endorsement of his \$100 million and request for rebels fighting the senate of the

Dominating the news conference were two key foreign policy issues: arms control and South Africa.

Talks With South Africa.

Talls With South Africa
Asked whether the United States
would Join with European powers in
alias with the South African Government on ending apartheid, President
Rédagn asid his Administration would
be willing to do so if South Africa is inresected.
South Africa is sovereign nation; you can
not go in and dictate to them." Mr.
Reagan said, noting that President
P. W. Botha of South Africa suggested
be idea of meeting with leaders from
West Germany, France, Britain and
the United States in a speech today,
with the south of the south of the south
with the south of the south
with the south of the south
with the south of the south
for the sou

The President said he has not solected a new nominee to be Ambassador to South Africa, or decided whether to send an enroy without ambassador to South Africa, or decided whether to send an enroy without ambassadors and the send to intend to suggest that Bishop Desemond M. Dutu the South African Dishop and Nobel Peace Prize laureate, was a radical bent on forenting unrest when he said unrest was the goal of those who supported sanctions as a way to force and to the Government's policies of apartheid.

Coriamusists and A.N.C.
Of the African National Congress, Mr. Reagan said the began as a solid organization but that Communists later moved in: He said that while there were, sound people' within the organization but that Communists later moved in: He said that while there were, sound people' within the organization but that Communists later the end of the 20 per sound people within the organization but that Communists later the end of the 20 per sound poople within the organization but that Communists later the end of the 20 per sound people within the organization but that Communists later the end of the 20 per sound people within the organization but that Communists later the end of the 20 per sound people within the organization but that Communists later the end of the 20 per sound people within the organization but that Communists later the end of the 20 per sound people within the organization but that Communists later the end of the 20 per sound people within the organization but that Communists later the end of the 20 per sound people within the organization but that Communists later the end of the 20 per sound people within the organization but that Communists later the end of the 20 per sound people within the organization but that Communists later the people within the organization but that Communists later the people within the proper sound people within the organization but that Communists later the people within the proper sound people within the organization but that Communist the people within the p

Mr. Botha also proposed negotiations with the leaders of the United States, Britain, France and West Germany, and with the leaders of neighboring counters African countries on regional

water the country of the communist party.

Asked how the United States policy on Foliand, Mr. Reagan said that the states policy on Foliand, Mr. Reagan said that the states policy on Foliand, Mr. Reagan said that the states policy on Foliand, Mr. Reagan said that the states policy on Foliand, Mr. Reagan said that the said sagainst South Africa, saying such discusses the said sagainst South Africa, saying such discusses the said sagainst South Africa was not between South Africa was not between South Africa was not between South Africa was not tries, as he asserted Nicaragua was at the said that South Africa was not between South Africa was not between South Africa was not between South Africa saying was at the said that South Africa was not between South Africa was not between South Africa was not between South Africa saying was at the said that South Africa was not between South Africa was not be southed to south Africa was not south Africa w

Asked if, after his strong words Mon-day about the Berlin Wall, he would be willing to go beyond rhetoric and put the wall on an agenda for talks with the Soviet Union, Mr. Regan said he would have "no hesitation whatever"

is discussing the problem at a summit pricest "did bring some oral messages" but that he feel to bligged to keep them in the builded states had taken action to khock down the wall at the beginning when it consisted of barbed wire, "identification that he feel to bligged to keep them in the builded states had taken action to khock down the wall at the beginning when it consisted of barbed wire, "identification to be a some prices of the builded states had taken be a wall to "get also stated been trying remembers by the price was right." He also mused that it price was right." He also mused that it was strange that some build walls to keep their enemies out, but in Berin.

Asked what message he had received he wall was built to keep people in.

Asked what message he had received the wall was built to keep people in.

Asked what message he had received where the wall was released received with denoted the wall was basid, was that their where were "broken who was released received with denoted the wall was basid, was that their where were "broken who was released received with denoted the wall was basid, was that their where were "broken who was released received with denoted the wall was basid, was that their where were "broken who was released received with denoted the wall was basid was that their where were "broken who was released received with denoted the wall was been with the wall was basid was that their where were "broken who was released received with denoted the wall was been with the wall was basid was that the wall was and was that the wall was and was that the wall was and was the wall was been with the wall was to wait to wait the wall was and the wall w

# Senator Asks Rehnquist Data Be Made Public

By IRVIN MOLOTSKY speak to the New York Times WASHINGTON, Aug. 12 — A confidential report on the past medical proble lengs of William H, Rehnquist should be made public, Senator Paul Simon, a Democratic member of the Judiciary Committee, said tonight.

Committee, said tonight.

With the Judiciary Committee
preparing to vote this week on Mr.
Rehnquist's nomination to be Chief
Justice of the United States, Mr. Simos
said that his colleagues in the Senate
and the public had not yet received sufficient information. a confidential
Senator Simon read confidential
muist on Monday, at did the other members of the panel.

bers of the paniel.

Mr. Simon and the others were given access to the report on condition that they would not divulge its Contents, a pledge the Senator held to tonight as huged that pertinent medical information be made public.

Earlier today, however, Senator Orrino, Hatch, a Utah Republican who is a strong advocate of Mr. Rehmquist's ammination, said the Justice's medicing problems were behind him and that the

Senate ought to be concerned only with his health today.

"Frankly, the only significant thing in the report is that Justice Rehnquist is well today." Senator Hatch saald boctor's Independent Assessment Mependent assessment of Mr. Rehnquist's health had been carried out by Inv. William Pollin, who is the former director of the National Institute on Drug Abuse, a Federal agency. Reached at his home in Bethesda, Mol. There is no reason, on the basis of medical reports, to reject William Rehnquist's nomination, but the public and our Sea te colleagues are entitled to more information than they have received." We have received a detailed report and and. The public is entitled to all the called medical report of a much more laid of the called medical report of the Fil. I, which was featured to the called medical report of the report. I has had. The public is entitled to all the called medical report of the report. I has had. The public is entitled to all the called medical report of the report. I has had. The public is much more in the report of the Fil. I, which was featured to the called medical report of the report. I has had. The public is much more in the report of the Fil. I which was featured to the called medical report of the report of the report. I has had. The public is much more in the report of the report of the Fil. I when the report of the Fil. I which was featured to the report of the report of the Fil. I when the report of the Fil. I when the report of the report of the Fil. I when the report of the report of the report of the Fil. I when the report of the report Doctor's Independent Assessment
Senator Hatch disclosed that the independent assessment of Mr. Rehnquist's health had been carried out by
Ir. William Pollin, who is the former
director of the National Institute on
Green Pollin, who is the former
director of the National Institute on
Reached at his home in Bethesda, Md.,
Dr. Pollin said he could not comment.
Tonlight Senator Simon said, "There
is no reason, on the basis of medical reports, to reject William Rehnquist's
nomination, but the public and our Sentornation that the third to more in
"We have received a detailed report
on a minor problem President Reagan
has had. The public is entitled to a detailed medical report on a much more
serious problem that the nominee for
Clief Justice has had, "one was to the
urinary tract examination Mr. Reagan
hal sat week. He did not state what he

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isn't a

better way to keep ahead of the competition.

# President's News Conference on Foreign and Domestic Issues

the issue of freedom fightin Nicariagua but seem to lose that eloquence in South Africa. Do you honestly because the seem to lose that eloquence in South Africa. Do you honestly because the seem of the seem of

And all of this must be taken in ac-

commendation of the most be taken in acgant into finding a system of government. But also I'm quoting now one of
those black teeders who wrote a moststatesmanlike and eloquent letter to
me just recently. And he pointed out
that while, yes, they were impatient
and, yes, they hoped that we could
make progress faster, he gointed out
have not been and the state of the
yes — he did not dissipance of
complished and the things that he has
done.

"And he also made a point about
what would happen if those in our
country, who, want us to have the
American companies that are over
there doing business withdraw. And

he pointed out that those companies — some 200 of them — following the Sullivan principles in which there is the kind of treatment that we would sullivan principles in which there is the kind of treatment that we would country with regard to their employees and outside the actual employment the things they be tried to do is improve life for the families on the outside, that this would all be lost if some people had their way with sance.

But then he also pointed out that because of the conection with the contact of the cone that fell to the wayside it way from institutions, they tarried to withdraw.

But then he also pointed out that because of the sullivan principles that were used by these American companies, a great many South African that and adopted on their own principles that were used by these American companies, a great many South African that and adopted on their own principles that were seen find to that, having to do with hirting, having to do with figure in the sullivan principles that were seen find to the sullivan principles that were seen find to the sullivan principles that were seen find to that, having to do with promotion, having to do with hirting, having to do with gorning reacted difference with regard to and all.

Now this is all going do. Well, nothing like that is going on in Nicharagua. Not when a priest stands up and speaks to, lake some propositions and all.

Now this is all going do well, nothing like that is going on in Nicharagua. Not when a priest stands up and speaks to, lake some propositions and all.

Now this is all going do well, nothing like that is going on in Nicharagua. Not when a priest stands up and speaks to, lake some propositions and all.

Now that is all going do well, nothing like that is going on in Nicharagua. Not when a priest stands up and the proposition of the country for having said that.

This is a little different that way the principle in America was mental health particular that the governingent has shut down on the church's rados station's seated the

Thompson has cut from mental health programs, they are now faced with the stoppage of research. What would you tell these people. A. Well I would look into all the made there bey, the charges they've made there are the reason for those cases. I would think that Governor Thompson would like to see that letter. I hank you, Mr. President. Q. Ones more from the local side, Mr. President, please?

Q. Thank you, Mr. President.
A. He just settled the whole argument there. I can't really take any site. It's traditional, when the man in the aisle tells us the time is up, to be reaking in the policy of the beyond the side of the aisle when I got 'em back in Washington. Thank you all very much. I'm sorry.

side of the alies between the about the control of the control of

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